

H-3105-1 - COOPERATIVE CONSERVATION PROVISIONS

Format for Letter Transmitting Approved Unit Agreement
(Secondary Recovery Unit)



United States Department of the Interior
BUREAU OF LAND MANAGEMENT

IN REPLY REFER TO

3105 (Office Code)

Unit Operator
(Address)

Dear _____:

The (Name) Unit Agreement, (County and State), is approved on (Date unit agreement approved), and is effective as of (Effective date of agreement). This agreement has been designated number (Unit serial number).

The basic information is as follows:

1. The unit agreement area was designated for secondary recovery purposes under the unit plan regulations of August 12, 1983, by letter dated _____.
2. Only the Madison Formation, as defined in Section 3.2 of the unit agreement, is unitized.
3. The unit area embraces 14,501.33 acres, more or less, of which 10,818.92 acres (74.60 percent) are Federal lands, 640.00 acres (4.41 percent) are State lands, and 3,042.41 acres (20.99 percent) are patented lands.
4. The following Federal leases embrace lands within the unit area:

(List by serial number of lease; indicate by an * those leases that are to be considered for segregation; indicate if the serial number is for a lease offer.)

* Indicates fully and effectively committed lease to be considered for segregation pursuant to Section 18(g) of the unit agreement, Public Law 86-705, and 43 CFR 3107.3-2.

The unit operator has advised that it is not the intent of the parties to this agreement to horizontally segregate any Federal lease.

5. All lands and interests are fully committed by State of (Name) Order, Order No. _____, dated (Date of order).

In view of the foregoing commitment status, effective control of operations within the unit area is assured. We are of the opinion that the agreement is necessary and in the public interest and is advisable for the purpose of more properly conserving natural resources.

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2

6. The following Communitization Agreements (CA's), producing unitized substances, are located within this Unit Area:

(Listing of CA serial numbers.)

Section 12.10 of the Unit Agreement states "...when two or more leases, or part or parts thereof have been combined into a single Tract, the percentage participation assigned to such Tract shall for all purposes be divided among the separate leases, or part or parts thereof, that have been put into such Tract, in proportion to the number of surface acres of the leases, or part or parts thereof contained in such Tract to the total surface acres contained in said Tract." This section adequately protects the individual leases within the CA's, therefore, we will advise the BLM District Office to terminate these CA's. The termination date for the above mentioned CA's will be the effective date of the unit agreement.

Copies of the approved agreement are being distributed to the appropriate Federal offices. You are requested to furnish all interested parties with evidence of this unit agreement approval.

Sincerely,

Authorized Officer

1 Enclosure

1 - Copy of Approved Unit Agreement

Distribution:

SO Fluid Lease Adjudication w/enclosure
Field Office Operations w/enclosure (if appropriate)
SMA w/ enclosure (if other than BLM)
MMS-DMD, MS 3110 w/enclosure